

**FISCAL NOTE**  
**HB 1619 - SB 1973**

April 1, 2007

**SUMMARY OF BILL:** States the intent of the General Assembly that the Families First (Temporary Assistance for Needy Families) and subsequent programs be administered in a way that promotes financial self-sufficiency without discontinuing services and assistance to persons in dire need and who are not capable of living without assistance due to incapacity, crisis, or low functional ability.

**ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures - \$9,500,000 FY09-10**  
**\$13,400,000 FY10-11**  
**\$17,200,000 FY11-12**  
**\$21,100,000 FY12-13**

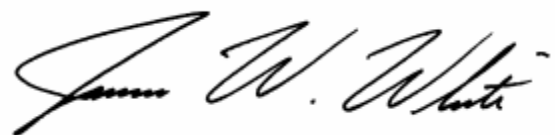
**Other Fiscal Impact – Decrease Federal Expenditures –**  
**\$9,500,000 FY08-09**  
**\$13,400,000 FY09-10**  
**\$17,200,000 FY10-11**  
**\$21,100,000 FY11-12**  
**\$24,900,000 FY12-13**

Assumptions:

- The state will fail to reach the required Work Participation Rate (WPR) benchmark due to the state not being able to close cases where a client chooses not to participate in required work activities. The bill creates exceptions to the WPR beyond those permitted by federal law.
- The state will lose approximately \$9,500,000 of federal funding in FY07-08 for not meeting the WPR and will increase each year that the state continues to not meet the benchmark.
- The required maintenance of effort (MOE) for the state increases each year that the WPR is not met by an amount equal to the federal penalty.

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director